



AGENDA ITEM NO.

COUNCIL MEETING 12/05/06APPROVED BYDEPARTMENT DIRECTOR

CITY MANAGER

December 5, 2006

FROM: JON R. RUIZ, Interim Director  
Public Works Department

BY: SCOTT L. MOZIER, PE, Assistant Director  
Public Works Department, Engineering Services

LALKUMAR GOONAWARDENA, PE, Assistant Design Services Manager  
Public Works Department, Design Services Division

SUBJECT: CONSIDERATION OF AWARD OF CONTRACT IN THE AMOUNT OF \$507,081 TO YARBS ENTERPRISE OF FRESNO, FOR WIDENING HUGHES AVENUE SOUTH OF NIELSEN AVENUE BID FILE NO. 2618-10535, AND APPROVAL OF A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO REALLOCATING \$500,000 WITHIN THE PROPOSITION 111 SPECIAL GAS TAX FUND FOR WIDENING HUGHES AVENUE AT THE HOUGHTON CANAL BRIDGE

## KEY RESULT AREA

One Fresno

## RECOMMENDATIONS

1. That the City Council award a contract for the widening of Hughes Avenue south of Nielsen Avenue to Yarbs Enterprise of Fresno in the amount of \$507,081.
2. That the City Council approve a resolution reallocating \$500,000 within the Proposition 111 Special Gas Tax Fund to widening Hughes Avenue at the Houghton Canal Bridge.

## EXECUTIVE SUMMARY

In 1969 City of Fresno adopted an Official Plan Line (OPL) to connect West Avenue to Hughes Avenue from Kearney Boulevard to Nielsen Avenue. When Caltrans extended Freeway 180 west of Highway 99, they constructed a portion of Hughes/West connector (a four lane road) to serve as the terminal street for the 180 West extension. The northerly extension of the Hughes/West connector was terminated six hundred and fifty feet south of Nielsen Avenue. The recommended agreement and resolution will provide for the extension of the four lane road from its current northerly terminus to the south side of the Houghton Canal Bridge.

## **KEY OBJECTIVE BALANCE**

This project best balances the three Key Objectives of Customer Satisfaction, Employee Satisfaction and prudent Fiscal Management. This project will improve traffic flow thus improving customer satisfaction.

## **BACKGROUND**

The recommendations will provide for the widening of the Hughes/West connector from two lanes to four lanes for a distance of six hundred and fifty feet south of the Houghton Canal Bridge. The wider road will accommodate more efficient and safer turning movements, improve the level of service during peak hour periods and will assist in reduction of air pollution.

Plans and Specifications were prepared and a Notice Inviting Bids was published in the Business Journal on September 11, 2006, posted on the City's website and faxed to 12 builder exchanges. The specifications were distributed to 16 prospective bidders. In conformance with the bid instructions, six bid proposals were received and opened during the October 19, 2006, bid opening. The bids ranged from \$507,081.00, to \$580,777.79.

Yarbs Enterprise, from Fresno, submitted the lowest bid price in the amount of \$507,081.00 (which is 0.02% below the engineer's estimate) and they are considered the lowest responsive and responsible bidder. Staff recommends that the City Council award a contract in the amount of \$507,081.00 to Yarbs Enterprise.

The project will be completed within 60 working days from the date of the Notice to Proceed.

The Council may reject all bids. If all bids are rejected, the project will be re-bid resulting in a delay of approximately sixty days (60).

## **FISCAL IMPACT**

The FY 2007 amended budget includes \$125,000 in appropriations. An additional \$500,000 is needed to fully fund the project. See fiscal impact statement attached.

JRR/SLM/LG/eam  
Award Contract Yarbs Enterprise Widen Hughes Ave 12-05-06

Attachments: Bid Evaluation Proposals  
Resolution

## FISCAL IMPACT STATEMENT

PROGRAM: PW00185 KRA: 0101001000 Hughes Ave. South of Nielsen Ave.

<u>RECOMMENDATION</u>	<u>TOTAL OR CURRENT FY</u>	<u>ANNUALIZED COST</u>
Direct Cost	<u>\$507,100.00</u>	\$ _____
Indirect Cost	<u>\$117,900.00</u>	\$ _____
TOTAL COST	<u>\$625,000.00</u>	\$ _____
Additional Revenue or Savings Generated	<u>\$ 0.00</u>	\$ _____
Net City Cost	<u>\$625,000.00</u>	\$ _____
Amount Budgeted (If none budgeted, identify source)	<u>\$125,000.00</u>	\$ _____

Indirect costs consist of the following:

Project Management:	\$ 72,900.00
Contract Engineering Support:	\$ 20,000.00
Contract Compliance:	\$ 20,000.00
Project Closeout:	<u>\$ 5,000.00</u>
Total:	\$117,900.00

## EVALUATION OF BID PROPOSALS

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FOR: HUGHES AVENUE WIDENING SOUTH OF NIELSEN

Bid File No. 2618  
Bid Opening: October 19, 2006

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BIDDER'S	TOTAL NET BID AMOUNT
1. Yarbs Enterprise 11339 S Peach Fresno CA 93725	\$507,081.00
2. Teichert Construction (Fresno District) PO Box 400 Kingsburg CA 93631	\$527,025.00
3. Garcia Paving Company Inc. 2951 S Elm Fresno CA 93706	\$532,150.32
4. Granite Construction Company PO Box 50085 Watsonville CA 95077-5085	\$534,999.00
5. American Paving Co. 315 N Thorne Ave Fresno CA 93706	\$556,915.50
6. Witbro dba Seal Rite Paving & Grading 959 Clovis Avenue Clovis CA 93612	\$580,777.79

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Each bidder has agreed to allow the City sixty-two (62) days from date bids are opened to accept or reject their bid proposal. Purchasing requests that you complete the following sections and return this bid evaluation to the Purchasing Division at the latest by Friday, October 27, 2006, 5:00 P.M.

The Engineer's Estimate for this expenditure is \$ 507,177.00. The contract price is 0.02 % below the Engineer's Estimate. If the overage is greater than 10% or only one bid was received, give explanation:

**BACKGROUND OF PROJECT** (To be completed by Evaluating Department/Division. Explain need for project/equipment): This project will accommodate the increase of traffic flow due to the newly constructed Freeway 180 and the future increase development in the area. The project consists of widening Hughes Ave to its ultimate width by installing asphalt pavement, concrete curb, gutter, some sidewalk, bike lanes, street lights, storm drain inlets, lane striping and traffic regulation signage. The street improvements will also increase the level of service to the residential, commercial and industrial neighborhood community.

**EVALUATION OF BID PROPOSALS**

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FOR: HUGHES AVENUE WIDENING SOUTH OF NIELSEN

Bid File No. 2618  
Bid Opening: October 19, 2006

**DEPARTMENT CONCLUSIONS AND RECOMMENDATION:**

☒ Award a contract in the amount of \$ 507,081.00  
to Yarbs Enterprise, 11339 S Peach, Fresno, CA 93725  
as the lowest responsive and responsible bidder.

Remarks:

☐ Reject all bids. Reason:

Department Head Approval

*Scott Z. Myer*

Title Asst. Public Works Director

Date 10/25/06

☒ Approve Dept. Recommendation      ☐ Approve GSD/Purchasing Recommendation  
☐ Disapprove      ☐ Disapprove  
☐ See Attachment

GENERAL SERVICES DEPARTMENT

CITY MANAGER

*Janet Smith* 10/26/06  
Purchasing Manager      Date

*Paul W.*  
City Manager or Designee      Date

*K. Herbold* 10/26/06  
Director      Date

**RESOLUTION NO. \_\_\_\_\_**

**A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO  
APPROVING THE REALLOCATION OF \$500,000 WITHIN THE PROP. 111-  
SPECIAL GAS TAX FUND FOR THE HUGHES AVENUE STREET  
WIDENING PROJECT**

**BE IT RESOLVED BY THE COUNCIL OF THE CITY OF FRESNO:**

**THAT \$500,000 with the appropriations set forth in PART III of the Annual Appropriation Resolution No. 2006-253 be and is hereby approved to be reallocated within the Prop. 111 Special Gas Tax Fund from project PW00309 (Str Pave: Wtsbrdg, Amador, A&B) to PW00185 (Roeding Bus Prk; strt improve). This new allocation is to provide additional resources for the completion of street widening at Herndon Ave., from West Ave to Marks Ave.**

**THAT account titles and numbers requiring adjustment by this Resolution are as follows:**

	<u>Increase/(Decrease)</u>
<b><u>Prop. 111 - Special Gas Tax</u></b>	
<b>Appropriations:</b>	
Account: <b>57507</b> Contract Construction	<b><u>\$ (500,000)</u></b>
Fund: <b>20102</b>	
Org Unit: <b>189901</b>	
Project ID: <b>PW00309</b>	
KRA: <b>0101001000</b>	
<b>Total Appropriations</b>	<b><u>\$ (500,000)</u></b>
<b>Appropriations:</b>	
Account: <b>51101</b> Permanent Salaries	<b>\$ 50,000</b>
<b>57507</b> Contract Construction	<b>\$ 410,000</b>
<b>59117</b> Overhead	<b><u>\$ 40,000</u></b>
Fund: <b>20102</b>	
Org Unit: <b>189901</b>	
Project: <b>PW00185</b>	
KRA: <b>0101001000</b>	
<b>Total Appropriations</b>	<b><u>\$ 500,000</u></b>

**THAT the purpose is to reallocate \$500,000 within the Prop. 111 - Special Gas Tax fund to complete street widening on Hughes Avenue at the Houghton Canal bridge.**

**CLERK'S CERTIFICATION**

STATE OF CALIFORNIA    }  
COUNTY OF FRESNO     } ss.  
CITY OF FRESNO         }

I, REBECCA E. KLISCH, City Clerk of the City of Fresno, certify that the foregoing Resolution was adopted by the Council of the City of Fresno, California, at a regular meeting thereof, held on the \_\_\_\_\_ Day of \_\_\_\_\_, 2006.

AYES:

NOES:

ABSENT:

ABSTAIN:

Mayor Approval: \_\_\_\_\_, 2006  
Mayor Approval/No Return: \_\_\_\_\_, 2006  
Mayor Veto: \_\_\_\_\_, 2006  
Council Override Veto: \_\_\_\_\_, 2006

REBECCA E. KLISCH  
City Clerk